

FISCAL NOTE

SB 291 - HB 540

February 14, 2001

SUMMARY OF BILL:

- Authorizes retail petroleum stations that meet the requirements outlined below to sell dyed diesel fuel.
- Requires the retailer to obtain a retailer's license to sell dyed diesel fuel.
- Requires licensed retailer selling dyed diesel fuel to dispense such fuel to the end user in the following manner:
 - The pump must be located on an island separate from any undyed diesel fuel pump.
 - The pump must be located no closer than 10 feet from any undyed fuel pump or device on the same island, or the pump must be operated by an attendant stationed and in attendance on the pump island.
- Requires the outside diameter for the dispensing nozzle on the pump to be less than one and three-eighths inches.
- Authorizes a licensed wholesaler to sell dyed diesel fuel using a customer-controlled pump located under certain conditions outlined in TCA 67-3-1501(j).
- Requires all retail sales of dyed diesel fuel to be recorded at or near the time of the sale and the invoice must contain the date of the purchase and delivery, along with the purchaser's name and address, type of fuel, a notation for dye added, the number of gallons purchased, the amount of state and local tax and the total dollar amount of the sale.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - Not Significant

Estimate assumes:

- administrative cost to the Department of Revenue as the result of additional outlets selling dyed diesel fuel is estimated to be not significant. The bill merely expands the outlets that may sell dyed diesel.
- retailers would comply with the law in regards to the legal sale of dyed diesel fuel.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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